

1 AN ACT relating to credit unions.

2 ***Be it enacted by the General Assembly of the Commonwealth of Kentucky:***

3 ➔Section 1. KRS 286.6-100 is amended to read as follows:

4 (1) Credit unions shall:

5 (a) Be under the supervision of the commissioner;~~and shall~~

6 (b) File~~make~~ financial reports with~~to~~ the commissioner as specified by
7 administrative regulation, but no less frequently than annually~~and when~~
8 ~~he or she may require, but at least annually.~~

9 (c) ~~[Each credit union shall]~~Be subject to examination by~~, and for this purpose~~
10 ~~shall make its books and records accessible to,~~ any person designated by the
11 commissioner; and~~]. The commissioner shall fix a scale of examination fees~~
12 ~~to be paid by credit unions, giving due consideration to the time and expense~~
13 ~~incident to such examinations and to the ability of credit unions to pay such~~
14 ~~fees, which fees shall be assessed and paid by each credit union promptly after~~
15 ~~completion of such examination.]~~

16 (d) Pay the following fees to the commissioner:

17 1. For each credit union subject to supervision and examination by the
18 commissioner, there shall be an annual fee based on the assets of the
19 credit union, as reported to the department by the credit union as of
20 December 31 of the previous year. The fee schedule shall be:

21 i. At the rates necessary to carry out the duties of the department;
22 ii. Reasonably related to the costs incurred by the department in
23 regulating credit unions; and
24 iii. Set by the commissioner by promulgating an administrative
25 regulation; and

26 2. Any fees for extraordinary services performed by the department for a
27 particular credit union. Fees assessed pursuant to this subparagraph

1 *shall be determined upon the basis of fair compensation for time and*
2 *actual expense.*

3 (2) In lieu of the examination provided for in this section, the commissioner may accept
4 any examination made by the National Credit Union Administration. One (1) copy
5 of the examination report shall be promptly submitted to the commissioner for
6 processing and analysis by the ~~department~~~~[Department of Financial Institutions]~~.

7 (3) When, in the judgment of the commissioner, the condition of any credit union
8 organized under the provisions of this subtitle renders it necessary or expedient to
9 make an examination or to devote any extraordinary attention to its affairs, the
10 commissioner shall cause ~~that~~~~[such]~~ work to be done. A full and complete copy of
11 the report of all examinations shall be furnished to the credit union so examined.
12 ~~The~~~~[Such]~~ report of examination shall be presented by the president *of the credit*
13 *union* to the board of directors at its next regular or special meeting.